

Substitute Bill No. 6115

January Session, 2003

AN ACT CONCERNING CLAIMS OF THE STATE FOR REPAYMENT OF AID.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 17b-94 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2003*):
- 3 (a) In the case of causes of action of beneficiaries of aid under the 4 state supplement program, medical assistance program, aid to families 5 with dependent children program, temporary family assistance 6 program or state-administered general assistance program, subject to subsections (b) and (c) of section 17b-93, or of a parent of a beneficiary 8 of the aid to families with dependent children program, the temporary 9 family assistance program or the state-administered general assistance 10 program, the claim of the state shall be a lien against the proceeds 11 [therefrom in] of such causes of actions. The state's lien shall be the 12 <u>lesser of</u> the amount of the assistance paid or [fifty] (1) if the amount of 13 the proceeds is less than four thousand dollars, thirty-five per cent of 14 the proceeds received by such beneficiary or such parent after 15 payment of all expenses connected with the cause of action [, 16 whichever is less,] for repayment under [said] section 17b-93, [and] (2) 17 if the amount of the proceeds is four thousand dollars or more but less 18 than ten thousand dollars, forty-five per cent of the proceeds received 19 by such beneficiary or such parent after payment of all expenses 20 connected with the cause of action for repayment under section 17b-93,

and (3) if the amount of the proceeds is ten thousand dollars or more, fifty-five per cent of the proceeds received by such beneficiary or such parent after payment of all expenses connected with the cause of action for repayment under section 17b-93. The state's claim for repayment under section 17b-93 shall have priority over all other claims except attorney's fees for said causes, expenses of suit, costs of hospitalization connected with the cause of action by whomever paid over and above hospital insurance or other such benefits, and, for such period of hospitalization as was not paid for by the state, physicians' fees for services during any such period as are connected with the cause of action over and above medical insurance or other such benefits; and such claim shall consist of the total assistance repayment for which claim may be made under said programs. The proceeds of such causes of action shall be assignable to the state for payment of the amount due under [said] section 17b-93, irrespective of any other provision of law. Upon presentation to the attorney for the beneficiary of an assignment of such proceeds executed by the beneficiary or his conservator or guardian, such assignment shall constitute an irrevocable direction to the attorney to pay the Commissioner of Administrative Services in accordance with its terms, except if, after settlement of the cause of action or judgment thereon, the Commissioner of Administrative Services does not inform the attorney for the beneficiary of the amount of lien which is to be paid to the Commissioner of Administrative Services within forty-five days of receipt of the written request of such attorney for such information, such attorney may distribute such proceeds to such beneficiary and shall not be liable for any loss the state may sustain thereby.

(b) In the case of an inheritance of an estate by a beneficiary of aid under the state supplement program, medical assistance program, aid to families with dependent children program, temporary family assistance program or state-administered general assistance program, subject to subsections (b) and (c) of section 17b-93, [fifty] the claim of the state shall be an assignable share of assets of the estate payable to the beneficiary. The state's assignable share shall be the lesser of the

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55 amount of assistance paid or (1) for assets with value of less than ten 56 thousand dollars, thirty per cent of the assets of the estate payable to 57 the beneficiary [or the amount of such assets equal to the amount of 58 assistance paid, whichever is less, shall be assignable to the state for 59 payment of the amount due under [said] section 17b-93, (2) for assets 60 with value of ten thousand dollars or more but less than fifteen 61 thousand dollars, fifty per cent of the assets payable to the beneficiary 62 shall be assignable to the state for repayment of the amount due under section 17b-93, and (3) for assets with value of fifteen thousand dollars 63 64 or more, fifty-five per cent of the assets payable to the beneficiary shall 65 be assignable to the state for repayment of the amount due under 66 section 17b-93. The Court of Probate shall accept any such assignment 67 executed by the beneficiary and filed by the Commissioner of Administrative Services with the court prior to the distribution of such 68 69 inheritance, and to the extent of such inheritance not already 70 distributed, the court shall order distribution in accordance therewith. 71 If the Commissioner of Administrative Services receives any assets of 72 an estate pursuant to any such assignment, the commissioner shall be 73 subject to the same duties and liabilities concerning such assigned 74 assets as the beneficiary.

This act shall take effect as follows:	
Section 1	July 1, 2003

HS Joint Favorable Subst.